

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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FISCAL IMPACT STATEMENT

LS 6724

BILL NUMBER: HB 1493

NOTE PREPARED: Feb 6, 2009

BILL AMENDED: Feb 5, 2009

SUBJECT: Manufacture of Flags Used in Public Buildings.

FIRST AUTHOR: Rep. Bischoff

FIRST SPONSOR:

BILL STATUS: 2nd Reading - 1st House

FUNDS AFFECTED: X GENERAL
DEDICATED
FEDERAL

IMPACT: State & Local

Summary of Legislation: (Amended) This bill provides a 25% purchasing price preference for United States and Indiana flags manufactured in the United States.

Effective Date: July 1, 2009.

Explanation of State Expenditures: (Revised) This bill likely will not impact state and local expenditures. The bill provides a 25% purchasing price preference for United States and Indiana flags manufactured in the U.S. The Indiana Department of Administration, (IDOA), currently requires that all flags that are purchased be manufactured in the U.S. under the rule-making authority provided by IC 5-22-15-21. This bill would not affect this specification by the IDOA. Bids from foreign manufacturers would continue to not be considered, and all U.S. manufacturers would qualify for the 25% purchasing price preference. The purchasing preferences are awarded during the evaluation of bids and are a factor in determining who will be awarded contracts. The actual bid price does not change. In 2008, state agencies purchased 992 Indiana flags and 576 United States flags. Currently, there are quantity purchasing agreements for flags with three Indiana businesses, which will expire on July 19, 2009.

Explanation of State Revenues:

Explanation of Local Expenditures: (Revised) *See Explanation of State Expenditures.*

Explanation of Local Revenues:

State Agencies Affected: All.

Local Agencies Affected: All.

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